

SUMMARY ANALYSIS OF AMENDED BILL

Author: Torlakson Analyst: Nicole Kwon Bill Number: SB 254
Related Bills: See Prior Analysis Telephone: 845-7800 Amended Date: March 29, & April 12, 2005
Attorney: Patrick Kusiak Sponsor: _____

SUBJECT: Department Of Housing And Community Development Charge Manufacturing
Enhancement Areas, Targeted Tax Areas And Local Agency Military Base Recovery Areas
Administration Fee/Issuance Of Tax Certificates By Local Governments

_____ DEPARTMENT AMENDMENTS ACCEPTED. Amendments reflect suggestions of previous analysis of bill as introduced/amended _____.

_____ AMENDMENTS IMPACT REVENUE. A new revenue estimate is provided.

_____ AMENDMENTS DID NOT RESOLVE THE DEPARTMENTS CONCERNS stated in the previous analysis of bill as introduced/amended _____.

_____ FURTHER AMENDMENTS NECESSARY.

_____ DEPARTMENT POSITION CHANGED TO _____.

X _____ REMAINDER OF PREVIOUS ANALYSIS OF BILL AS INTRODUCED February 15, 2005, STILL APPLIES.

_____ OTHER – See comments below.

SUMMARY

This bill would direct Department of Housing and Community Development (DHCD) to develop and adopt regulations that govern the issuance of vouchersing certificates to all economic development areas (EDAs) and to establish a sunset date for DHCD to assess and collect a fee for its administration.

SUMMARY OF AMENDMENTS

The April 12, 2005, amendments established a sunset date of July 1, 2009, authorizing DHCD to assess and collect a fee of up to \$10 for the administration of each application it accepts for issuing the vouchering certificates for the Manufacturing Enhancement Areas (MEAs), Targeted Tax Areas (TTAs), and Local Agency Military Base Recovery Areas (LAMBRAs).

The March 29, 2005, amendments directed DHCD to develop and adopt regulations that govern the issuance of any vouchersing certificates and deleted the use of voucher certificates issued “by local governments.”

The revenue estimate from the department's prior analysis is included below for convenience. The remainder of the department's analysis of the bill as introduced February 15, 2005, still applies.

Board Position:

_____ S	_____ NA	_____ NP
_____ SA	_____ O	_____ NAR
_____ N	_____ OUA	X PENDING

Department Director

Date _____

Brian Putler

4/29/05

POSITION

Pending.

ECONOMIC IMPACT

Revenue Estimate

This bill is not anticipated to impact significantly the amount of revenue associated with existing and future EZs, MEAs, TTA, and LAMBRAs.

Revenue Discussion

Data and information necessary to measure the revenue impact of allowing local governments to issue voucher certificates is not available. However, department staff does not anticipate that this bill would significantly alter the revenue impact currently associated with the MEA, TTA, and LAMBRA hiring credit.

LEGISLATIVE STAFF CONTACT

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